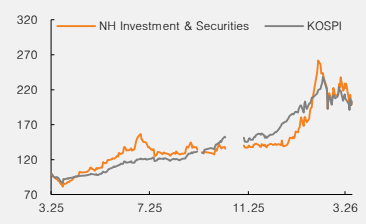


(Maintain)	Buy
Target price	▲ W37,000
Current price (4/3/26)	W29,950
Upside	23.5%

OP (25, Wbn)	1,421
Consensus OP (25F, Wbn)	1,273
EPS growth (25, %)	47.0
Market EPS growth (25, %)	-
P/E (25, x)	7.3
Market P/E (25, x)	-
KOSPI	5,377.30

Market cap (Wbn)	10,673
Shares outstanding (mn)	356
Free float (%)	36.8
Foreign ownership (%)	12.2
Beta (12M)	1.17
52-week low (W)	12,200
52-week high (W)	39,200

(%)	1M	6M	12M
Absolute	-10.1	52.6	122.7
Relative	-3.1	0.7	3.0



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NH Investment & Securities

Record 1Q26 earnings expected

Maintain Buy rating and raise TP to W37,000

We maintain our Buy rating on NH Investment & Securities (NH I&S) and raise our target price to W37,000 (from W33,000). Our new target price corresponds to a 4.5% dividend yield (based on a projected 2026 DPS of W1,650) and implies a 2026F P/E of 10x. Supported by a high payout ratio and improving earnings amid a favorable equity market, we expect 2026 dividend yield to reach 5.5% based on the current share price. With our target price implying 23.5% upside, we reiterate our Buy rating.

Record 1Q26 earnings expected

For 1Q26, we expect NH I&S to report net profit attributable to owners of the parent of W415.0bn (+99.3% YoY, +46.4% QoQ), exceeding the consensus (W345.6bn) by 20.1%. The brokerage division likely performed well on robust trading volumes and a higher margin loan balance. Additionally, the sharp equity market rally likely supported solid trading income. While the company's bond portfolio had historically shown high sensitivity to interest rates—making rising rates a headwind—we note that this sensitivity has declined significantly since 2H25. Accordingly, the company is likely to have benefited more from the equity market rally in 1Q26.

2026 dividend yield projected at 5.5% (based on the current share price)

NH I&S has consistently maintained a payout ratio above 40%, reinforcing its status as a high-dividend stock. For 2025, full-year common DPS was W1,300, in line with our estimate, on a payout ratio of 44.8%. Although the company's shareholder return policy only specifies a minimum DPS of W500, it has delivered a payout ratio above 40% for four consecutive years, with actual DPS consistently well above W500.

Accordingly, we expect NH I&S's dividend payout ratio to remain above 40% in 2026. We forecast 2026F common DPS of W1,650 and a payout ratio of 43.0%, implying a dividend yield of 5.5% based on the current share price level.

(Dec.)	2024	2025	2026F	2027F	2028F
Net operating revenue (Wbn)	2,012	2,676	3,274	2,946	2,782
OP (Wbn)	901	1,421	1,954	1,762	1,667
NP (Wbn)	687	1,032	1,364	1,225	1,156
EPS (W)	1,960	2,882	3,752	3,370	3,180
BPS (W)	23,474	25,187	27,176	28,994	30,727
P/E (x)	7.1	7.3	8.0	8.9	9.4
P/B (x)	0.59	0.84	1.10	1.03	0.97
ROE (%)	8.7	11.8	13.9	11.6	10.3
Shareholder return yield (%)	7.9	6.8	5.5	4.8	4.5
Equity (Wbn)	8,119	9,438	10,183	10,864	11,513

Notes: Under consolidated K-IFRS; NP is attributable to owners of the parent
Source: Company data, Mirae Asset Securities Research estimates



Mirae Asset Securities Research AI translation

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Table 1. NH I&S: TP calculation

(W, x, %)

	Value	Notes
Previous TP	33,000	
2026F ROE	13.4	Mirae Asset Securities est.
Adj. discount rate	10.8	
Target P/B	1.24	
2026F BPS	27,034	Mirae Asset Securities est.
Revised TP	37,000	Corresponds to 2026F dividend yield of 4.5%
2026F ROE	13.9	Mirae Asset Securities est.
Adj. discount rate	10.0	
Target P/B	1.37	
2026F BPS	27,176	Mirae Asset Securities est.
Current price	29,950	As of Apr. 3
Upside	23.5	
Rating	Buy	

Source: Company data, Mirae Asset Securities Research

Table 2. NH I&S: Earnings and forecasts (consolidated)

(Wbn, %)

	1Q26F	2Q26F	3Q26F	4Q26F	2025	2026F	2027F
Net operating revenue	933	782	796	763	2,676	3,274	2,946
Net fee/commission income	419	400	373	344	1,212	1,536	1,198
Interest income	274	288	293	283	954	1,138	1,184
Trading/financial products	117	32	76	61	197	286	251
Other	122	62	54	75	314	314	314
SG&A expenses	348	322	313	338	1,256	1,321	1,184
OP	585	460	483	425	1,421	1,954	1,762
Pretax profit	572	458	464	386	1,348	1,881	1,689
Tax	157	126	128	106	316	517	465
Consolidated NP	415	332	336	280	1,032	1,364	1,225
NP attr. to owners of the parent	415	332	336	280	1,032	1,364	1,225

Source: Company data, Mirae Asset Securities Research

NH Investment & Securities (005940 KS)

Income statement (standalone)

(Wbn)	2025	2026F	2027F	2028F
Net operating revenue	2,441	2,918	2,589	2,424
Net fee/commission income	1,160	1,467	1,130	910
Fees/commissions	1,511	1,926	1,487	1,198
Brokerage	720	1,292	818	513
WM	125	106	118	111
IB/other	666	528	552	574
Fee/commission expenses	351	459	357	288
Interest income	843	1,040	1,084	1,129
Trading/financial products	199	230	194	203
Other	239	181	181	181
SG&A expenses	1,167	1,230	1,093	1,024
OP	1,274	1,688	1,496	1,400
Non-OP	27	27	27	27
Non-operating expenses	97	97	97	97
Pretax profit	1,205	1,619	1,426	1,330
Taxes	296	445	392	366
NP	908	1,173	1,034	965

Balance sheet (standalone)

(Wbn)	2025	2026F	2027F	2028F
Assets	79,820	85,553	90,761	95,702
Cash/deposits	9,123	9,778	10,373	10,938
Securities	46,180	49,496	52,510	55,368
Loans	11,845	12,608	13,283	13,912
Tangible assets	106	113	120	127
Intangible assets	53	57	60	64
Investment properties	54	58	61	65
Other	12,459	13,442	14,353	15,228
Liabilities	71,207	76,385	81,103	85,587
Deposits	12,314	12,698	13,405	14,136
Borrowings/debentures	47,159	51,100	54,334	57,347
Provisions for other est. liabilities	62	67	71	75
Deferred tax liabilities	254	272	289	305
Other	11,418	12,248	13,005	13,724
Equity	8,613	9,168	9,658	10,116
Capital stock	1,944	1,944	1,944	1,944
Capital surplus	2,373	2,373	2,373	2,373
Retained earnings	4,016	4,571	5,061	5,519
Other	280	280	281	280

ROA breakdown (standalone)

(%)	2025	2026F	2027F	2028F
Net operating revenue				
Net fee/commission income	47.5	50.3	43.6	37.5
Fees/commissions	61.9	66.0	57.4	49.4
Brokerage	29.5	44.3	31.6	21.2
WM	5.1	3.6	4.5	4.6
IB/other	27.3	18.1	21.3	23.7
Interest income	34.5	35.6	41.9	46.6
Trading/financial products	8.1	7.9	7.5	8.4
Other	9.8	6.2	7.0	7.5
Asset turnover ratio				
Net fee/commission income	1.45	1.72	1.24	0.95
Fees/commissions	1.89	2.25	1.64	1.25
Brokerage	0.90	1.51	0.90	0.54
WM	0.16	0.12	0.13	0.12
IB/other	0.83	0.62	0.61	0.60
Interest income	1.06	1.22	1.19	1.18
Trading/financial products	0.25	0.27	0.21	0.21
Other	0.30	0.21	0.20	0.19

Financial statement (consolidated)

(Wbn)	2025	2026F	2027F	2028F
Net operating revenue	2,676	3,274	2,946	2,782
Net fee/commission income	1,212	1,536	1,198	978
Interest income	954	1,138	1,184	1,230
Trading/financial products	197	286	251	260
Other	314	314	314	314
SG&A expenses	1,256	1,321	1,184	1,115
OP	1,421	1,954	1,762	1,667
Non-OP	84	84	84	84
Non-operating expenses	157	157	157	157
Pretax profit	1,348	1,881	1,689	1,594
Taxes	316	517	465	438
NP	1,032	1,364	1,225	1,156
Attr. to owners of the parent	1,032	1,364	1,225	1,156
Minority interests	0	0	0	0
Assets	83,385	89,336	94,762	99,923
Liabilities	73,947	79,153	83,899	88,410
Equity	9,438	10,183	10,864	11,513

Investment indicators

(x, %, W)	2025	2026F	2027F	2028F
Valuation				
P/B	0.84	1.10	1.03	0.97
P/E	7.3	8.0	8.9	9.4
Payout ratio	6.2	5.5	4.8	4.5
Per-share indicators				
BPS	25,187	27,176	28,994	30,727
EPS	2,882	3,752	3,370	3,180
DPS	1,300	1,650	1,450	1,350
Growth				
BPS	7.3	7.9	6.7	6.0
EPS	47.0	30.2	-10.2	-5.6
Profitability				
ROE	11.8	13.9	11.6	10.3
ROA	1.41	1.58	1.33	1.19
Cost-to-income ratio	47.8	42.2	42.2	42.2
OP margin	53.1	59.7	59.8	59.9
Pretax margin	50.4	57.4	57.3	57.3
Net margin	38.5	41.6	41.6	41.5
Financial leverage (stand-alone)	8.2	8.2	8.2	8.2

ROA breakdown (consolidated)

(%)	2025	2026F	2027F	2028F
Net operating revenue				
Net fee/commission income	45.3	46.9	40.7	35.2
Interest income	35.6	34.8	40.2	44.2
Trading/financial products	7.4	8.7	8.5	9.3
Other	11.7	9.6	10.6	11.3
Asset turnover ratio				
Net fee/commission income	1.45	1.72	1.26	0.98
Interest income	1.14	1.27	1.25	1.23
Trading/financial products	0.24	0.32	0.26	0.26
Other	0.38	0.35	0.33	0.31
No. of shares & dividend payout ratio				
(‘000, %)	2025	2026F	2027F	2028F
Issued shares (year-end)	375,215	375,215	375,215	375,215
Common	356,344	356,344	356,344	356,344
Preferred	18,871	18,871	18,871	18,871
Dividend payout ratio	47.3	45.4	44.4	43.8
Common	44.8	43.0	42.1	41.5
Preferred	2.5	2.4	2.3	2.3

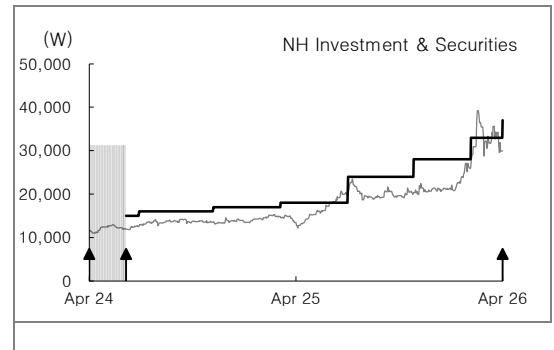
Source: Company data, Mirae Asset Securities Research estimates

Appendix 1

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Two-year rating and TP history

Company	Date	Rating	TP (W)
NH Investment & Securities (005940)	04/06/26	Buy	37,000
	02/09/26	Buy	33,000
	10/31/25	Buy	28,000
	07/07/25	Buy	24,000
	03/10/25	Buy	18,000
	11/11/24	Buy	17,000
	07/03/24	Buy	16,000
	06/10/24	Buy	15,000
	01/08/24	No Coverage	



Stock ratings

Buy	Expected 12-month return: +20% or greater
Hold	Expected 12-month return: Greater than -10% and less than +10%
Sell	Expected 12-month return: -10% or less

Sector ratings

Overweight	Expected to outperform the market over 12 months
Neutral	Expected to perform in line with the market over 12 months
Underweight	Expected to underperform the market over 12 months

As of May 12, 2025, the Trading Buy rating category has been removed from our investment rating system.

Stocks expected to deliver a 12-month return between +10% and less than +20% may be rated either Buy or Hold at the discretion of the research analyst.

Rating and TP history: Share price (—), TP (—), Not Rated (■), Buy (▲), Trading Buy (■), Hold (●), Sell (◆)

* Our investment rating is a guide to the expected return of the stock over the next 12 months.

* Outside of the official ratings of Mirae Asset Securities Co., Ltd., analysts may call trading opportunities should technical or short-term material developments arise.

* The TP was determined by the research analyst through valuation methods discussed in this report, in part based on estimates of future earnings.

* TP achievement may be impeded by risks related to the subject securities and companies, as well as general market and economic conditions.

Ratings distribution and investment banking services

	Buy	Trading Buy	Hold	Sell
Ratings distribution	79.76%	1.19%	19.05%	0%
Investment banking services	83.33%	0%	16.67%	0%

* Based on recommendations in the last 12-months (as of December 31, 2025)

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